## AMENDMENTS TO THE CLAIMS

The claims in this listing will replace all prior versions, and listings, of claims in the application.

## Listing of Claims:

- 1. (Currently Amended) A method of producing a Mg-REM-Ni based hydrogen-absorbing alloy, comprising a first step of melting a rare earth element starting material having a low evaporation pressure and a nickel starting material in a melting furnace to obtain a melt of REM-Ni alloy; a second step of adding magnesium starting material to the melt of REM-Ni alloy wherein the temperature of the melt of REM-Ni alloy at the addition of the magnesium starting material is 1250-1400°C, the magnesium starting material comprising elemental Mg or Mg<sub>2</sub>Ni, and keeping a pressure inside the melting furnace after the addition of the magnesium starting material at a given level a pressure of 350-500 Torr to obtain a melt of Mg-REM-Ni alloy; and a third step of cooling and solidifying the melt of Mg-REM-Ni alloy at a given cooling rate.
  - 2. (Canceled)
  - 3. (Canceled)
- (Original) A method according to claim 1, wherein the cooling rate in the cooling and solidifying the melt of Mg-REM-Ni alloy is 50-500°C/sec at the third step.
  - 5. (Canceled)
  - 6. (Canceled)
  - 7. (Canceled)
  - 8. (Canceled)

- (Currently Amended) A method according to claim 1, wherein the magnesium starting material is elemental Mg.
  - 10. (Canceled)
  - 11. (Canceled)
- 12. (Currently Amended) A method according to claim 4, wherein the magnesium starting material is <u>elemental</u> Mg.
  - 13. (Canceled)
  - 14. (Canceled)
  - 15. (Canceled)
- (Previously Presented) A method according to claim 1, wherein the magnesium starting material is Mg<sub>2</sub>Ni.
  - 17. (Canceled)
  - 18. (Canceled)
- 19. (Previously Presented) A method according to claim 4, wherein the magnesium starting material is  $Mg_2Ni$ .
  - 20. (Canceled)